China Fortune Holdings Limited
中國長遠控股有限公司*

(Incorporated in Bermuda with limited liability, carrying on business in H.K. as CFH Limited)

(Stock Code: 110)

PROFIT ALERT

This announcement is made by China Fortune Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "**SFO**").

The board of directors of the Company (the "**Board**") wishes to inform the shareholders of the Company (the "**Shareholders**") and potential investors, based on the preliminary review of the unaudited consolidated management accounts of the Group and the current available information to the Board, it is expected that the Group would record a profit attributable to owners of the Company for the year ended 31 December 2018 as opposed to the loss attributable to owners of the Company of approximately HK$111.7 million for the year ended 31 December 2017.

The Board considers that the turnaround from loss to profit is mainly attributable to (i) the increase in revenue recorded by the Group as a result of its better business performance for the year ended 31 December 2018; (ii) an impairment loss recognised in respect of mining right of HK$174.6 million in the year ended 31 December 2017, while there is no such impairment loss in respect of mining right made for the year ended 31 December 2018, and (iii) the recovery of bad debts.

* *For identification purpose only*

The information in this announcement is based on a preliminary assessment by the management of the Company with reference to the unaudited consolidated management accounts of the Group for the year ended 31 December 2018. Such information has not been finalised, audited or reviewed by the Company's independent auditors, and has not been reviewed and confirmed by the audit committee of the Board. The finalised audited consolidated results of the Group for the year ended 31 December 2018 are expected to be announced on 26 March 2019, which may differ from the figures and information provided in this announcement.

Shareholders and potential investors are advised to exercise caution when dealing in the shares or other securities of the Company.

By order of the Board
China Fortune Holdings Limited
Lau Siu Ying
Chairman and Chief Executive Officer

Hong Kong, 18 March 2019

As at the date of this announcement, the Board comprises two executive Directors, namely Mr. Lau Siu Ying and Mr. Wang Yu; one non-executive Director, namely Mr. Bao Kang Rong; and three independent non-executive Directors, namely Dr. Law Chun Kwan, Mr. Lam Man Kit and Dr. Lo Wai Shun.